

EXHIBIT A

1 Basil P. Fthenakis, Esq (88399)
2 CRITERION LAW
2 2225 E. Bayshore Road, Suite 200
3 Palo Alto, California 94303
3 Tel (650) 352-8400
3 Fax (650) 352-8408

Of counsel:

6 David S. Godkin
7 Andrew A Caffrey, III
8 BIRNBAUM & GODKIN, LLP
9 280 Summer Street
10 Boston, MA 02210
(617) 307-6100
godkin@birnbaumgodkin.com
caffrey@birnbaumgodkin.com

11 Attorneys for Plaintiff,
12 SIX4THREE, LLC, a Delaware
limited liability company

**FILED
SAN MATEO COUNTY**

APR 10 2015

Clerk of the Superior Court
By Scampini
DEPUTY CLERK

SUPERIOR COURT OF CALIFORNIA
COUNTY OF SAN MATEO

CV 533328

17 SIX4THREE, LLC, a Delaware limited) Case No
liability company,)
18 Plaintiff,) COMPLAINT OF PLAINTIFF,
v.) SIX4THREE, LLC, FOR INJUNCTION
19) AND DAMAGES FOR:
FACEBOOK, INC., a Delaware corporation) 1 PROMISSORY ESTOPPEL,
and DOES 1 through 50, inclusive) 2 INTENTIONAL INTERFERENCE
20) WITH CONTRACT,
21) 3 INTENTIONAL INTERFERENCE WITH
PROSPECTIVE BUSINESS
22) RELATIONS, AND,
Defendants) 4 VIOLATION OF CALIFORNIA
23) BUSINESS AND PROFESSIONS
CODE §§ 17200 ET SEQ

25 Plaintiff, Six4Three, LLC, alleges as follows:

26 1. This matter concerns Defendant Facebook, Inc.'s unilateral decision to terminate
27 third-party developer access to part of the Facebook platform, which it had previously pledged to

BY FAX

1 keep open In reliance on Facebook's representations of open access to the Facebook platform,
 2 Plaintiff Six4Three, LLC ("643") invested considerable time, effort, and expense in developing
 3 an application, only to have that investment rendered worthless by Facebook's decision. 643
 4 brings this action to make Facebook adhere to its open-access promise, or make 643 whole for the
 5 loss of its investment

6 **PARTIES**

7 2 Plaintiff 643 is a Delaware Limited Liability Corporation with a principal place of
 8 business at 175 Varick Street, 4th Floor, New York, New York

9 3 On information and belief, Defendant Facebook, Inc , is a Delaware Corporation
 10 with a principal place of business of One Hacker Way, Menlo Park, California.

11 4. Plaintiff is ignorant of the true names and capacities of the Defendants sued herein
 12 as Does 1 through 50, inclusive, and each of them, and therefore sues said Defendants by such
 13 fictitious names Plaintiff will amend this complaint when the true names and capacities of said
 14 Defendants have been ascertained Plaintiff is informed and believes and thereon alleges, that
 15 Defendants Does 1 through 50, inclusive, and each of them, are legally responsible in some
 16 manner for the events and happenings referred to herein and proximately caused or contributed to
 17 the injuries to Plaintiff as hereinafter alleged Wherever in this complaint any Defendant is the
 18 subject of any charging allegation by Plaintiff, it shall be deemed that said Defendants Does 1
 19 through 50, inclusive, and each of them, are likewise the subjects of said charging allegation

20 5 Plaintiff is informed and believes, and thereon alleges, that at all times herein
 21 mentioned, each of the Defendants was the agent and employee of each of the remaining
 22 Defendants and, in doing the things herein alleged, was acting within the course and scope of said
 23 agency and employment

24 **FACTS**

25 6 643 is an image pattern recognition startup company.

26 7. Facebook operates a social networking service that enables users to connect and
 27 share information with their friends and family.

1 8 Facebook refers to the network of relationships between its users as the “Graph” or
 2 the “Social Graph”

3 9. The Facebook Developer Platform (also called “Facebook Platform”) enables
 4 third-party developers (“Developers”) to make their applications and other services available to
 5 Facebook users.

6 10. Facebook announced the opening of Facebook Platform to Developers on or about
 7 June 1, 2007.

8 11. At the opening of Facebook Platform, Facebook stated “With this evolution of
 9 Facebook Platform, we’ve made it so that any developer can build the same applications that we
 10 can. And by that, we mean that they can integrate their application into Facebook — into the
 11 social graph — the same way that our applications like Photos and Notes are integrated.”

12 12. Facebook thereby permitted Developers to have open, equal access to integrate
 13 applications into Facebook.

14 13. Facebook did not state or imply that access to Facebook Platform might later be
 15 rescinded or provided on an unequal basis.

16 14. As recently as March 16, 2015, this representation remained available on
 17 Facebook’s web page.

18 15. On or about April 21, 2010, Facebook announced the launch of Graph Application
 19 Programming Interface (“Graph API”) at its developer conference.

20 16. Graph API allows Developers, with the consent of a Facebook user, to read data
 21 from and write data to Facebook.

22 17. Developers can only access Facebook content (referred to as “endpoints”) with
 23 explicit permission from the user.

24 18. Examples of endpoints include a user’s birthdate, favorite athletes, or photos

25 19. Graph API also permits access to endpoints regarding a user’s friends. One such
 26 endpoint is the set of photos that a user’s friends had chosen to share with that user (the “Friends’
 27 Photos Endpoint”). A user’s friends can control access to their photos and other endpoints by
 28 Developers even if they are not users of the Developer application.

1 20. By granting Developers access to the Friends' Photos Endpoint, Facebook allowed
 2 Developers to build applications that enabled a Facebook user to search the user's friends' photos
 3 via a Facebook platform application, assuming the user's friend provided such permission to
 4 Developers.

5 21. During the announcement of Graph API, Facebook touted several features of
 6 Graph API in order to increase its appeal to Developers such as 643.

7 22. Facebook emphasized how Graph API would become more and more open to
 8 developers: "As we open the graph, developers can use these connections to create a smarter,
 9 more personalized Web that gets better with every action taken."

10 23. Facebook also emphasized the business potential of Graph API: "Through
 11 Facebook's new tools and technologies, every developer — new and existing, big and small,
 12 novice and advanced — can engage users, build businesses and revolutionize industries."

13 24. As recently as March 16, 2015, these representations remained available on
 14 Facebook's web page.

15 25. 643 relied upon these representations, and others, as to the open nature of Graph
 16 API, and invested considerable time, energy, and money developing an application to make use of
 17 Graph API on Facebook.

18 26. In December 2012, 643 entered into the Facebook Developer Platform, which
 19 permitted 643 to develop applications using the Graph API.

20 27. 643 has developed a unique automated image classification capability, which it
 21 used to develop an application called Pikinis ("the App").

22 28. The App is available for download on any iOS-compatible device, including the
 23 iPhone and iPad. The App enables Facebook users to reduce time spent searching by
 24 automatically classifying photos that their friends have shared with them through Facebook's
 25 network, assuming their friends have provided such permission to Developers.

26 29. The App requires use of Facebook's Graph API, and specifically the Friends'
 27 Photos Endpoint.

1 30. The App uses 643's pattern-recognition technology to search through shared
 2 photos and identify those of their friends at the beach or in the summer.

3 31. 643 conducted initial user research that indicated considerable consumer demand
 4 for the App.

5 32. Facebook has never expressed any disapproval of the App.

6 33. 643 made plans to market and promote the App to attract users.

7 34. 643 sells the App for \$1.99 in Apple's App store.

8 35. The basic version of the App allows a user to run a certain number of searches per
 9 month.

10 36. In addition, users can choose to pay for premium access, which allows unlimited
 11 searching. 643 offers different pricing tiers for premium access, ranging from \$1.99 for a monthly
 12 subscription, to \$6.99 for 6 months, to \$9.99 for 12 months.

13 37. Facebook benefits from the work of Developers such as 643 who create
 14 applications for use with Facebook. These applications can enhance user experience and drive
 15 traffic to Facebook's website and mobile app, which in turn generates revenue for Facebook
 16 through advertising sales, its primary revenue stream.

17 38. On January 20, 2015, Facebook sent an email to 643 stating that 643 must
 18 "upgrade" the App to Graph API v. 2.0 by April 30, 2015.

19 39. The email stated that Facebook would end third-party access to the Friends'
 20 Photos Endpoint on April 30, 2015

21 40. The App will not function at all without access to the Friends' Photos Endpoint, so
 22 Facebook's suggestion that 643 "upgrade" the App to Graph API v. 2.0 was not possible.

23 41. By deciding to end access to the Friends' Photos Endpoint, Facebook has made it
 24 impossible for 643 to continue to operate the App, to abide by the license agreements and
 25 purchase terms entered into by 643 with its users, and for 643 to recoup any of its investment of
 26 capital, human labor, time, effort, and energy

27 42. 643 has sold approximately 5,000 copies of the App since launch.

28 43. A substantial portion of App users have paid for premium access

1 44. Each one of the App users entered into a license agreement with 643
 2 45. Facebook requires Developers to enter into license agreements with users of
 3 applications for Facebook. These license agreements must, among other things, require that the
 4 users of these applications adhere to Facebook's terms of service

5 46 Accordingly, Facebook knew, or had reason to know, about the existence of 643's
 6 license agreements with its users.

7 47 Had Facebook refrained from ending access to Friends' Photos Endpoint, 643
 8 could have quickly begun to generate hundreds of thousands of dollars of revenue on a monthly
 9 basis

10 48. In total, 643 expended approximately \$1.15 million in capital and uncompensated
 11 labor by its executives in developing and marketing the App

12 49. 643 attended Facebook events for Developers and made known the harm caused
 13 verbally and via email to the appropriate Facebook employees

14 50 Faced with the imminent loss of its investment, 643 wrote to Facebook on March
 15 16, 2015, and informed Facebook that its decision to discontinue access to the Friends' Photos
 16 Endpoint would harm 643 in several ways. 643 informed Facebook that it had reasonably relied
 17 on Facebook's representations that the endpoints would remain open, and that Developers would
 18 have an equal opportunity to integrate applications into the social graph.

19 51. 643 requested that Facebook continue to permit Developers to have access to the
 20 Friends' Photos Endpoint.

21 52. 643 alerted Facebook to the considerable harm it would suffer should access be cut
 22 off.

23 53 643 also noted that some of its users had entered into subscriptions that extend
 24 beyond the April 30, 2015, cut-off date, and that these users could be entitled to refunds of their
 25 purchases.

26 54 As of the date of this complaint, 643 has received no response to its letter

27 55. Facebook has not announced that it would change its policy.

56 In doing the things herein alleged, Facebook acted with fraud, malice and oppression, and in reckless disregard of the rights of 643

COUNT I: PROMISSORY ESTOPPEL
[Against all Defendants]

57 643 re-alleges and repleads paragraphs 1 through 56 as though set forth fully
herein

58 Facebook clearly and unambiguously promised to keep open the Friends' Photos Endpoint.

9 59. 643 invested considerable capital, labor, time, and effort into developing the App
10 in reliance on this promise.

11 60 643's reliance was reasonable.

12 || 61 643's reliance was foreseeable by Facebook.

13 62 643 was injured as a result of its reliance on Facebook's promise, which Facebook
14 did not keep, in an unascertained amount in excess of \$25,000 00, to be established according to
15 proof at trial

16 ||| 63 Accordingly, Facebook is liable to 643 for damages.

COUNT II: INTENTIONAL INTERFERENCE WITH CONTRACT
[Against all Defendants]

19 64. 643 re-alleges and repleads paragraphs 1 through 63 as though set forth fully
20 herein

21 65. 643 had entered into license agreements and subscriptions for premium access
22 with its users

23 66 Facebook knew of these license agreements and subscriptions.

24 67 Facebook intentionally interfered with and disrupted these contracts when it stated
25 that it would end 643's access to the Friends' Photos Endpoint on April 30, 2015, despite
26 knowing that disruption of these contracts would be the natural result of ending 643's access.

27 68 As of April 30, 2015, if Facebook ends 643's access to the Friends' Photos
28 Endpoint as it has announced, then Facebook will further intentionally interfere with and disrupt

1 643's contracts with its users, despite knowing that disruption of these contracts would be the
 2 natural result of ending 643's access

3 69. 643's contract with its users was thereby disrupted, and as of April 30, 2015, 643's
 4 contract with its users will be further disrupted.

5 70. As a result, 643 has suffered and will suffer damage in an unascertained amount in
 6 excess of \$25,000.00 to be established according to proof at trial.

7 71. Accordingly, Facebook is liable to 643 for damages.

8 **COUNT III: INTENTIONAL INTERFERENCE WITH**
PROSPECTIVE BUSINESS RELATIONS
 9 **[Against all Defendants]**

10 72 643 re-alleges and repleads paragraphs 1 through 71 as though set forth fully
 11 herein.

12 73. 643 had an expectation of economic benefit from third parties, including its users
 13 who downloaded the App and other Facebook users who may have downloaded the App if 643
 14 had marketed the App as it planned.

15 74. Facebook knew of 643's relationship with the users of the App, and knew of 643's
 16 plans to market the App widely.

17 75. Facebook intentionally disrupted these relationships when it announced that it
 18 would end 643's access to the Friends' Photos Endpoint on April 30, 2015, despite knowing that
 19 disruption of these relationships would be the natural result of ending 643's access.

20 76. As of April 30, 2015, if Facebook ends 643's access to the Friends' Photos
 21 Endpoint as it has announced, then Facebook will further intentionally interfere with and disrupt
 22 643's relationships with its users, despite knowing that disruption of these relationships would be
 23 the natural result of ending 643's access

24 77. 643's relationship with its users was thereby disrupted, and will be further
 25 disrupted.

26 78. As a result, 643 suffered damage in an unascertained amount in excess of
 27 \$25,000.00 to be established according to proof at trial.

28 79. Accordingly, Facebook is liable to 643 for damages

1 **COUNT IV: VIOLATION OF BUSINESS AND PROFESSIONS CODE §§ 17200 *et seq.***
2 **[Against all Defendants]**

3 80 643 re-alleges and repleads paragraphs 1 through 79 as though set forth fully
4 herein

5 81. Facebook's decision to end access to the Friends' Photos Endpoint was unlawful

6 82. 643 suffered substantial injury as a result of Facebook's actions, including the loss
7 of its investment in developing the App and lost revenue.

8 83. No countervailing benefits of Facebook's decision to consumers or competitors
9 exist.

10 84. 643 could not have reasonably avoided its injury because Facebook only
11 announced its decision after 643 had made considerable investment and Facebook had approved
12 the App.

13 85. 643 also requested that Facebook not end access to Friends' Photos Endpoint, but
14 Facebook did not change its decision.

15 86. Accordingly, Facebook is liable to 643 for violation of California's Unfair
16 Business Practices Act.

17 87. As a proximate result of the acts and conduct of Facebook herein alleged, 643 has
18 found it necessary to engage attorneys, and incur attorney's fees, and will continue to incur
19 attorney's fees, in an unascertained amount to be established according to proof following the
20 conclusion of trial

21 **JURY TRIAL DEMAND**

22 88. 643 demands a trial by jury on all claims so triable.

23 **PRAYER FOR RELIEF**

24 WHEREFORE, Plaintiff 643 asks this Court to enter judgment against Defendant
25 Facebook, Inc., as follows:

26 A. A judgment or order declaring Facebook's conduct, as alleged, unlawful under
27 California's Unfair Business Practices Act,

28 B. A judgment, order, or award of damages adequate to compensate 643;

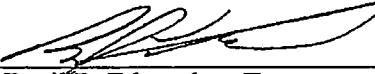
1 C A permanent injunction prohibiting Facebook from removing access to the
2 Friends' User Photos Endpoint,
3 D. A permanent injunction prohibiting Facebook from interfering with 643's
4 contracts or prospective business relations;
5 E. An award of its reasonable attorneys' fees and costs;
6 F. Punitive damages and/or treble damages as provided by California's Unfair
7 Business Practices Act; and
8 G. Such other further relief as this Court or a jury may deem proper and just.

9

10 Dated: April 10, 2016

CRITERION LAW

11

12 By: 

13 Basil P. Fthenakis, Esq.
14 Attorney for Plaintiff
15 Six4Three, LLC

16 Of counsel:
17 David S. Godkin
18 Andrew A. Caffrey, III

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